

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
RETIREE HEALTH INSURANCE FUND**

SCHEDULES OF INVESTED ASSETS

August 31, 2007 and 2006

	<u>2007</u>	<u>2006</u>
Major Medical Investments (at fair value)		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ 161,466,095	\$ 37,454,421
Marketable debt securities		
Intermediate-term Fixed Income Pool	-	46,798,811
Broad Market Fixed Income Pool	-	77,108,286
SOA International Equity Pool	-	-
Non-retirement Domestic Equity Pool	-	-
Income receivable	<u>360,916</u>	<u>134,565</u>
Total Major Medical assets	<u>161,827,011</u>	<u>161,496,083</u>
 Long Term Care Investments (At Fair Value)		
Cash and Cash Equivalents		
Short-term Fixed Income Pool	3,873,174	1,381,589
Marketable Debt and Equity Securities		
Broad Market Fixed Income Pool	52,546,537	43,537,675
Non-retirement Domestic Equity Pool	76,205,550	62,563,911
EAFE International Equity Pool	6,616,381	-
SOA International Equity Pool	24,718,655	26,828,619
Income Receivable	<u>6,130</u>	<u>11,170</u>
Total Long Term Care Assets	<u>163,966,427</u>	<u>134,322,964</u>
Total Invested Assets	<u>\$ 325,793,438</u>	<u>\$ 295,819,047</u>

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
RETIREE HEALTH INSURANCE FUND**

**SCHEDULE OF INVESTMENT INCOME
AND CHANGES IN INVESTED ASSETS**

For the Period Ended August 31, 2007

	<u>CURRENT MONTH</u>	<u>YEAR TO DATE</u>
Investment Income		
Earned by Major Medical Assets		
Cash and Cash Equivalents		
Short-term Fixed Income Pool	\$ 360,916	\$ 797,508
Marketable Debt Securities		
Intermediate-term Fixed Income Pool	-	-
Broad Market Fixed Income Pool	-	670,006
SOA International Equity Pool	-	(285,639)
Commission Recapture - International	-	-
Non-retirement Domestic Equity Pool	-	<u>(735,867)</u>
Total Income (Loss) Accruing to Major Medical Assets	<u>360,916</u>	<u>446,008</u>
Earned by Long Term Care Assets		
Cash and Cash Equivalents		
Short-term Fixed Income Pool	6,130	14,421
Marketable Debt and Equity Securities		
Broad Market Fixed Income Pool	510,424	927,056
EAFE International Equity Pool	(100,572)	(100,894)
SOA International Equity Pool	(75,037)	(670,797)
Commission Recapture - International	-	-
Non-retirement Domestic Equity Pool	<u>1,072,067</u>	<u>(1,556,888)</u>
Total Income (Loss) Accruing to Long Term Care Assets	<u>1,413,012</u>	<u>(1,387,102)</u>
Total Investment Income	1,773,928	(941,094)
Total Invested Assets, Beginning of Period	349,111,884	370,342,414
Net Contributions (Withdrawals)	<u>(25,092,374)</u>	<u>(43,607,882)</u>
Total Invested Assets, End of Period	<u><u>\$ 325,793,438</u></u>	<u><u>\$ 325,793,438</u></u>

STATE OF ALASKA
DEPARTMENT OF REVENUE - TREASURY DIVISION
INVESTED ASSETS UNDER THE INVESTMENT AUTHORITY OF THE COMMISSIONER OF REVENUE

RETIREE HEALTH INSURANCE FUND
Asset Allocation Policy with Actual Investment Holdings as of 8/31/2007
(Stated in Thousands)

Asset Allocation Policy Effective July 1, 2007.

Fund established 7/1/98	Asset Allocation		Market Values	Current Allocation	Current Variance
	Policy	Range			
AY 03 Major Medical					
Cash and cash equivalents					
Short-term Fixed Income Pool	35.00%	20%-50%	161,466	100.00%	N/A
Total cash and cash equivalents			161,466	100.00%	N/A
Marketable debt securities					
Broad Market Fixed Income Pool	44.00%	29%-59%	-	0.00%	0.00%
Total Marketable debt securities	44.00%		-	0.00%	0.00%
Equity Mutual Funds					
International Equity EAFE	7.00%	3%-11%	-	0.00%	7.00%
Non-retirement Domestic Equity Pool	14.00%	9%-19%	-	0.00%	14.00%
Total investments AY 03 Major Medical	100.00%		161,466	100.00%	0.00%
Income Receivable			361		
Total Invested Assets At Fair Value			161,827		
AY 11 Long Term Care					
Cash and cash equivalents					
Short-term Fixed Income Pool	1.00%	0%-2%	3,873	2.36%	-1.36%
Total cash and cash equivalents	1.00%		3,873	2.36%	-1.36%
Marketable debt securities					
Broad Market Fixed Income Pool	28.00%	18%-38%	52,547	32.05%	-4.05%
Total Marketable debt securities	28.00%		52,547	32.05%	-4.05%
Equities					
SOA Int'l Equity Pool			24,719		
EAFE Int'l Equity Pool			6,616		
Total Int'l Equity	21.00%	17%-25%	31,335	19.11%	1.89%
Non-retirement Domestic Equity Pool	50.00%	40%-50%	76,206	46.48%	3.52%
Total investments AY 11 Long Term Care	79.00%		163,960	80.89%	0.00%
Income Receivable			6		
Total Invested Assets At Fair Value			163,966		
Total Invested Assets at Fair Value			325,793		

* Policy change is effective as soon as possible after 6/12/07, AY03 will be 100% Short Term Fixed Income Pool